

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 332 – HB 568

March 17, 2015

SUMMARY OF BILL: Defines a non-profit corporation which exists solely to manage, maintain, and support government-owned property on behalf of a government entity as a government entity for the purpose of tort liability.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- This bill is not relevant to state operations.
- To the extent local governments add insurance coverage to hedge against risk from adding these non-profits to the list of government entities for the purposes of tort liability, there would be a permissive increase in local expenditures of an unknown amount dependent upon action of the respective local government.
- Based on information from the Tennessee Municipal League (TML) Insurance Pool, local government exposure is dependent upon exclusions for the types of activities assumed with the new corporation, the type of coverage obtained by the local government, and the difference in insurance premiums between insurance coverages with differing levels of exposure. However, these factors are unknown, and thus a fiscal impact cannot be reasonably determined.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "Jeffrey L. Spalding".

Jeffrey L. Spalding, Executive Director

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